

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE RATE ADJUSTMENT APPLICATION)
OF MCKINNEY WATER ASSOCIATION, INC.) CASE NO. 8577

O R D E R

IT IS ORDERED that McKinney Water Association, Inc., shall file an original and eight copies of the following information with the Commission, with a copy to the Attorney General's Division of Consumer Protection by September 3, 1982. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

1. Provide a copy of the loan agreement for each loan outstanding at the end of 1981.
2. Provide a billing analysis for the months of January, February, March and April for 1981.
3. Provide an analysis of the depreciation expense for calendar year 1981. The analysis should indicate the book value of each asset contained within the Utility Plant In Service account and the number of years or rate that is being used to compute depreciation. The total derived from the analysis should reconcile with the depreciation expense listed in the 1981 Annual Report.

4. Provide a detailed analysis of the \$5,269.94 included in the Office Supplies and Other Expenses Account (No. 921) in the 1981 Annual Report.

5. Provide a detailed statement reflecting the composition of the Operation Supplies and Expenses Account (No. 641) in the 1981 Annual Report.

6. Provide a statement indicating the time period covered and the type of coverage provided in relation to the Property Insurance Account (No. 924) in the 1981 Annual Report. Also, include a copy of the invoice(s) in the amount of \$1,096.23.

7. For each employee employed by the Water Association in 1981 provide the following information:

- A) Name of employee
- B) Indication as to full-time or part-time status
- C) Job title and a brief description of the duties and responsibilities concerning the employee.
- D) Total amount of compensation paid to the employee and the total number of hours worked during 1981.
- E) Indicate how often the employee is paid, the rate of pay, and the method used to compute the pay. (such as hourly rate, salary, or other method.)

8. Provide an explanation for the increase in line loss from 15 percent in 1980 to 24 percent in 1981 and indicate measures that are being taken in an attempt to lower the loss.

9. Provide a copy of the minutes from the Board of Directors meeting which authorized officers and directors to begin receiving a salary in 1980.

10. Provide documents which show the total cost of construction and other costs capitalized as a result of the construction project in 1979. (authorized by the Commission in Case No. 7311).

11. Provide certified documents that verify that the construction project in 1979 was satisfactorily completed in accordance with contract plans and specifications.

Done at Frankfort, Kentucky, this 12th day of August, 1982.

PUBLIC SERVICE COMMISSION


By the Commission

ATTEST:

Secretary